

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|---------------------------------------|---|-----------------|
| THE APPLICATION OF KENTUCKY UTILITIES |) | |
| COMPANY FOR AN ORDER AUTHORIZING THE |) | CASE NO. 90-423 |
| ISSUE OF SECURITIES |) | |

O R D E R

On March 18, 1991, the Commission authorized Kentucky Utilities Company ("KU") to issue and sell up to \$33,000,000 of long-term debt in the form of First Mortgage Bonds or, in the alternative, unsecured notes in one or more transactions during 1991. On December 30, 1991, KU filed a Motion to Amend Order, requesting that the March 18, 1991 Order be amended to delete the requirement that the authorized securities be issued during 1991 and to allow issuance of the Bonds during the first 6 months of 1992. KU states that it still intends to issue the authorized securities but that recent interest rate trends and other considerations have caused it to delay the issuance due to the expectation of more favorable terms in the near future.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that terms more favorable than those filed in KU's original application would further reduce its overall cost of capital on an after-tax basis and KU's motion should, hence, be granted.

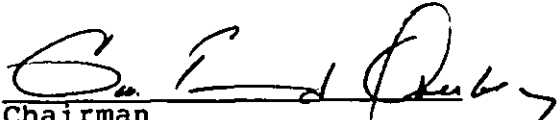
IT IS THEREFORE ORDERED that:

1. KU's Motion to Amend Order be and it hereby is granted to the extent that KU may issue and sell its First Mortgage Bonds or, in the alternative, unsecured notes at any time up to and through June 30, 1992.

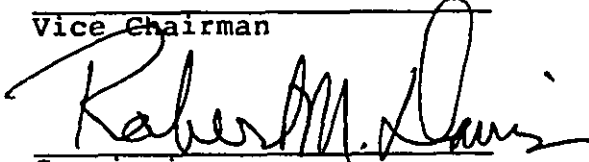
2. All other provisions of the March 18, 1991 Order not inconsistent herewith shall remain in full force and effect.

Done at Frankfort, Kentucky, this 16th day of January, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director